

May 30, 2016

100/510/

To,

Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.

The National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra-Kurla Complex,
Mumbai 400 051

Company Code No. 531120

Company Code: PATELENG/EQ

Dear Sirs

Sub: Outcome of Board Meeting – May 30, 2016

The Board of Directors of the Company has interalia approved the following transactions at its Meeting held today:

1. Re-appointment of Mr. Pravin Patel (DIN: 00029453), Chairman of the Company as Whole time Director, subject to approval of members at the ensuing General Meeting;
2. Appointment of Mr. C. K. Singh (DIN:00196978) as an Additional Director and Whole time Director-Operations of the Company, subject to approval of members at the ensuing General Meeting;
3. Standalone Audited Financial Results for the quarter and year ended March 31, 2016.

The Board Meeting was commenced at 2.00 pm and concluded at 6.45 pm.

Enclosed is the copy of Standalone Audited Financial Results for the quarter and year ended March 31, 2016. Also enclosed Audit Report along with Form A (for Audit Report with Un-modified opinion) signed by our Statutory Auditors M/s. Vatsaraj & Co., Chartered Accountants, Mumbai.

Further, the Company is in the process of consolidation and approval of the Audited Consolidated Financial Results for the year ended March 31, 2016, for which the Board shall meet shortly.

You are requested to take the same in your records.

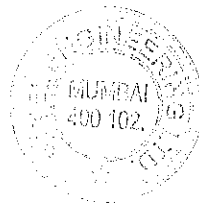
Thanking you,

Yours truly,
For Patel Engineering Ltd.

Shobha Shetty

Shobha Shetty
Company Secretary

Encl: as above



REGD. OFFICE :

Patel Estate Road, Jogeshwari (W), Mumbai - 400 102. India
Phone +91 22 26767500, 26782916 • Fax +91 22 26782455, 26781505
E-mail headoffice@pateleng.com www.pateleng.com

PATEL ENGINEERING LIMITED



STANDALONE AUDITED STATEMENT OF ASSETS & LIABILITIES

As at March 31st

| | 2016 <u>(Rs. Cr.)</u> | 2015 <u>(Rs. Cr.)</u> |
|--|--------------------------|--------------------------|
| I. EQUITY AND LIABILITIES | | |
| 1 Shareholders' funds | | |
| (a) Share capital | 7.68 | 7.68 |
| (b) Reserves and surplus | 1,673.27 | 1,691.63 |
| 2 Non-current liabilities | | |
| (a) Long-term borrowings | 1,630.76 | 1,675.68 |
| (b) Other Long term liabilities | 725.72 | 604.09 |
| (c) Long-term provisions | 4.72 | 3.41 |
| 3 Current liabilities | | |
| (a) Short-term borrowings | 2,472.94 | 2,056.23 |
| (b) Trade payables | 488.01 | 582.32 |
| (c) Other current liabilities | 848.97 | 800.18 |
| (d) Short-term provisions | 1.16 | 1.26 |
| TOTAL | <u>7,853.23</u> | <u>7,422.48</u> |
| II. ASSETS | | |
| 1 Non-current assets | | |
| (a) Fixed assets | | |
| i. Tangible assets | 180.34 | 214.21 |
| ii. Intangible assets | 0.19 | 0.27 |
| iii. Capital work-in-progress | 3.06 | 4.23 |
| | <u>183.59</u> | <u>218.71</u> |
| (b) Non-current investments | 596.48 | 605.70 |
| (c) Deferred Tax Assets (Net) | 25.93 | 10.33 |
| (d) Long-term loans and advances | 1,698.67 | 1,574.71 |
| (e) Non Current Bank Deposits | 9.21 | 7.06 |
| (f) Non Current Trade Receivables | 753.94 | 852.68 |
| 2 Current assets | | |
| (a) Inventories | 3,770.10 | 3,096.40 |
| (b) Trade receivables | 206.62 | 435.13 |
| (c) Cash and Bank Balances | 36.71 | 81.56 |
| (d) Short-term loans and advances | 568.27 | 539.56 |
| (e) Other current assets | 3.71 | 0.64 |
| TOTAL | <u>7,853.23</u> | <u>7,422.48</u> |

For Patel Engineering Ltd.

Rupen Patel
Managing Director

Place : Mumbai
Date : May 30, 2016



PATEL ENGINEERING LTD.
 Regd. Office : Patel Estate Road, Jogeshwari (W) , Mumbai- 400 102
AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED
ON MARCH 31, 2016

Patel
ESTD 1958

Rs in Crores

| PARTICULARS | QUARTER ENDED | | | YEAR ENDED | |
|--|---------------|---------------|---------------|-----------------|-----------------|
| | 31.03.2016 | 31.12.2015 | 31.03.2015 | 31.03.2016 | 31.03.2015 |
| | Unaudited | Unaudited | Unaudited | Audited | Audited |
| 1. Income from operations | | | | | |
| (a) Income from operations (net) | 678.47 | 561.28 | 684.27 | 2,543.49 | 2,399.24 |
| (b) Other Operating Income | 35.45 | 26.25 | 60.91 | 71.46 | 73.57 |
| Total Income from Operations (net) | 713.92 | 587.53 | 745.18 | 2,614.95 | 2,472.81 |
| 2. Expenses | | | | | |
| a) Cost of Material Consumed | 83.97 | 57.32 | 81.23 | 241.94 | 201.57 |
| b) Cost of Construction | 316.87 | 331.50 | 442.41 | 1,572.03 | 1,591.71 |
| c) Purchase of Stock -in - Trade | 9.29 | - | - | 9.29 | - |
| d) Employee benefit expenses | 35.30 | 27.35 | 27.03 | 113.20 | 95.70 |
| e) Depreciation | 10.07 | 11.27 | 13.47 | 44.73 | 51.92 |
| f) Other Expenses (Refer Note No. 5) | 196.18 | 56.63 | 85.22 | 289.38 | 153.17 |
| Total Expenses | 651.68 | 484.07 | 649.36 | 2,270.57 | 2,094.07 |
| 3. Profit from operations before Other Income, Finance Costs and Exceptional Items (1-2) | 62.24 | 103.46 | 95.82 | 344.38 | 378.74 |
| 4. Other Income | 71.19 | 58.94 | 70.18 | 229.52 | 195.42 |
| 5. Profit before Finance Cost and Exceptional Items (3+4) | 133.43 | 162.40 | 166.00 | 573.90 | 574.16 |
| 6. Finance cost | 173.41 | 159.07 | 154.65 | 588.54 | 552.29 |
| 7. Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6) | (39.98) | 3.33 | 11.35 | (14.64) | 21.87 |
| 8. Exceptional Items (Refer Note No. 6) | 19.00 | - | - | 19.00 | - |
| 9. Profit from ordinary activities before Tax (7-8) | (58.98) | 3.33 | 11.35 | (33.64) | 21.87 |
| 10. Tax Expenses | (22.34) | 0.24 | 2.48 | (14.96) | 9.98 |
| 11. Net profit after tax (9-10) | (36.64) | 3.09 | 8.87 | (18.68) | 11.89 |
| 12. Paid up equity share capital of F.V Rs. 1/- | 7.68 | 7.68 | 7.68 | 7.68 | 7.68 |
| 13. Reserves excluding Revaluation Reserve as per Balance sheet of Previous accounting year. | | | | 1,673.27 | 1,697.63 |
| 14. Basic EPS of F.V. Rs. 1/- (in Rs.) (not annualised) | (4.77) | 0.40 | 1.15 | (2.43) | 1.55 |
| 15. Diluted EPS of F.V. Rs. 1/- (in Rs.) (not annualised) | (4.77) | 0.40 | 1.15 | (2.43) | 1.55 |
| See accompanying notes to the financial results | | | | | |

PATEL ENGINEERING LTD.
 CHARTERED ACCOUNTANTS

Jupen

Notes :

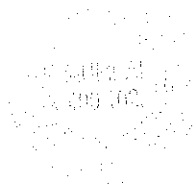
- 1 The above audited financial results were reviewed by the Audit Committee and approved and taken on record by the Board at their meeting held on May 30, 2016.
- 2 The Company has main reportable business segment namely "Civil Construction".
- 3 The provision for tax is calculated in accordance with the tax laws applicable for the current financial year.
- 4 The Company's Employees Stock Option Scheme 2007 administered by the Patel Engineering Employee Welfare Trust comprising of independent Trustees have on May 23, 2014 granted 22,400 options to eligible employees of the company. Out of the said options 16,100 have been vested and exercised during the year at the rate of Re.1/- per share.
- 5 Other expense includes reversal of accrued interest from clients amounting to Rs. 81.72 crores on reassessment.
- 6 Exceptional Item includes provision for impairment due to diminution in value of the investment in / advance to an overseas subsidiary.
- 7 The company is engaged in the Engineering and construction industry which is seasonal in character. The company's margins in the quarterly results vary based on the accrual of cost and recognition of income in different quarters due to the nature of its receipt of claims/awards. In view of this, financial results for the quarter are not comparable with quarterly/annual results.
- 8 Figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published Year-to-Date figures upto the third quarter of the current financial year.
- 9 The previous year figures have been regrouped / rearranged/recasted wherever necessary for the purpose of comparison.
- 10 Additional Disclosure as regulation 54(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :
- a Credit Rating of the NCDs is currently suspended.
- b The Company continue to maintain 100% asset cover based on the valuation report for the secured Non- Convertible Debentures issued by it.
- c Debt Equity Ratio
- d Previous due dates for Interest & Instalment of NCDs.

| Series of Non Convertible Debentures | Previous due date of interest | Interest Paid | Previous due date of Instalment payment | Instalment Paid |
|--------------------------------------|-------------------------------|---------------|---|-----------------|
| 9.55% NCDs of Rs. 100 crores | 26-Apr-15 | Yes | 26-Apr-15 | Yes |
| 11.40% NCDs of Rs. 150 cr. | 31-Mar-16 | No | 11-Jul-15 | Yes |
| 10.75% NCDs of Rs. 50 cr. | 03-Mar-16 | No | 03-Mar-16 | No |
| 11.30% NCDs of Rs. 150 cr. | 17-Mar-16 | No | NA | NA |
| 13.16% NCDs of Rs. 55 cr. | 20-Jul-15 | Yes | 20-Jul-15 | Yes |

- e Next due dates for Interest & Instalment of NCDs.

| Debenture Details | Next due date of interest | Next due date of Instalment payment |
|---|---------------------------|-------------------------------------|
| 11.40% of NCDs Rs. 150 cr. | 30-Jun-16 | 11-Jul-16 |
| 11.30% of NCDs Rs. 150 cr. | 17-Jun-16 | 17-Sep-22 |
| 13.16% of NCDs Rs. 55 cr. | 20-Jul-16 | 20-Jul-16 |
| f Debt Service Coverage Ratio (EBIT/(Interest + Current Maturity of LTD)) | 0.56 | 0.63 |
| g Interest Service Coverage Ratio (EBIT/Interest) | 0.97 | 1.02 |
| h Debenture Redemption Reserve | 462.50 | 675.00 |
| i Networth | 1,680.95 | 1,699.31 |

Mumbai
May 30, 2016



for Patel Engineering Ltd.

Rupen Patel

Rupen Patel
Managing Director

CHARTERED ACCOUNTANTS

First Floor, Fort Chambers,

'C' Block, 65 Tamarind Lane,

Fort, Mumbai - 400 023.

Tel No. : +91-22 2265 3931

+91-22 2263 5488

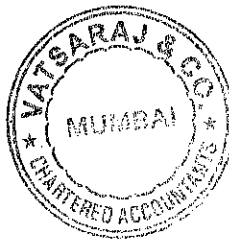
Auditor's Report on Quarterly Financial Results and Year to Date Standalone Results of the Company Pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

TO THE BOARD OF DIRECTORS OF PATEL ENGINEERING LIMITED

1. We have audited the standalone financial results of PATEL ENGINEERING LIMITED (the "Company") for the quarter ended March 31, 2016 and the standalone financial results for the year ended 31st March 2016, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The quarterly standalone financial results are the derived figures between the audited figures in respect of the year ended March 31, 2016 and the published year to date figures up to December 31, 2015, being the date of end of the third quarter of the current financial year, which were subject to limited review. The standalone financial results for the quarter ended March 31, 2016 have been prepared on the basis of standalone financial results for the nine month period ended December 31, 2015, the audited annual standalone financial statements as at and for the year ended March 31, 2016, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone financial results for the nine-month period ended December 31, 2015 which was prepared in accordance with recognition and measurement principles laid down in Accounting standard (AS) 25, Interim Financial Reporting, specified under Section 133 of Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; Our audit of the standalone financial statements as at and for the year ended March 31, 2016; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.



2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:
- are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015; and
 - give a true and fair view of the net loss and other financial information for the quarter ended March 31, 2016 and the net loss and other financial information for the year ended on 31st March, 2016.
4. We draw attention to:
- As per Section 71 of Companies Act, 2013 the Company has created adequate Debenture Redemption Reserve for the Secured Redeemable Non-Convertible Debenture issued by the Company. However, in terms of Section 71 read with Rule 18(7)(C) of Companies Share Capital and Debentures Rules, 2014, the Company has not made the required deposit/investment to secure the repayment of debentures maturing during 2015-16. Our opinion is not qualified in respect of this matter.
5. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2016 represents the derived figures between the audited figures in respect of financial year ended March 31, 2016 and the published year-to-date figures up to December 31, 2015 being the date of the end of the third quarter of the current financial year, which were subjected to limited review as stated in paragraph 1 above as required under Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015.



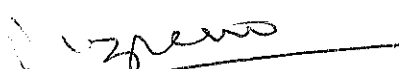
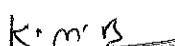
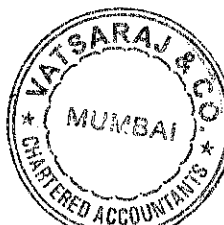
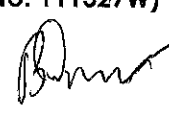


For Vatsaraj & Co.
Chartered Accountants
FRN: 111327W

Dr. CA B. K. Vatsaraj
Partner
M. No.: 39894

Place: Mumbai
Date: 30th May 2016

Form A
(For audit report with unmodified opinion)
Auditors Report – regulation 33(d) of the SEBI (Listing Obligations and Disclosure Requirements),
Regulations, 2015

| | | |
|----|---|---|
| 1 | Name of the Company | Patel Engineering Ltd. |
| 2 | Annual Financial Statements for the year ended March 31, 2016 | Audited Standalone Financial Statement as on March 31, 2016 |
| 3 | Type of Audit observation | Emphasis of matter |
| 4. | Frequency of observation | First time |
| 5. | <p>For Patel Engineering Ltd.</p> <p> Mr. Rupen Patel Managing Director</p> <p></p> <p> Mr. Khizer Ahmed Chairman of Audit Committee</p> <p> Ms. Kavita Shirvaikar Chief Financial Officer</p> <p></p> <p>M/s. Vatsaraj & Co. Chartered Accountants, (Firm Registration No. 111327W)</p> <p> Dr. B K. Vatsaraj (Partner) (Membership No. 39894)</p> <p>Mumbai, May 30, 2016</p> | |